

General Assembly

Amendment

January Session, 2021

LCO No. 9417



Offered by:

SEN. LOONEY, 11th Dist.

SEN. CASSANO, 4th Dist.

SEN. HWANG, 28th Dist.

SEN. CHAMPAGNE, 35th Dist.

To: Subst. Senate Bill No. 968

File No. 320

Cal. No. 216

"AN ACT CONCERNING FORECLOSURE, ASSIGNMENT AND OTHER ENFORCEMENT ACTIONS FOR UNPAID SEWER ASSESSMENTS AND OTHER FEES AND CHARGES."

- Strike everything after the enacting clause and substitute the following in lieu thereof:
- 3 "Section 1. Section 7-254 of the general statutes is repealed and the
- 4 following is substituted in lieu thereof (Effective October 1, 2021, and
- 5 applicable to actions filed on or after October 1, 2021):
- 6 (a) Any assessment of benefits or any installment thereof, not paid
- 7 within thirty days after the due date, shall be delinquent and shall be
- 8 subject to interest from such due date at the interest rate and in the
- 9 manner provided by the general statutes for delinquent property taxes.
- 10 Each addition of interest shall be collectible as a part of such assessment.
- 11 (b) (1) Whenever any installment of an assessment becomes

delinquent, the interest on such delinquent installment shall be as provided in subsection (a) of this section or five dollars, whichever is greater. Any unpaid assessment and any interest due thereon shall constitute a lien upon the real estate against which the assessment was levied from the date of such levy. Each such lien may be continued, recorded and released in the manner provided by the general statutes for continuing, recording and releasing property tax liens. Each such lien shall take precedence over all other liens and encumbrances except taxes and may be enforced, except as provided in subdivision (2) of this subsection, in the same manner as property tax liens. The tax collector of the municipality may collect such assessments in accordance with any mandatory provision of the general statutes for the collection of property taxes and the municipality may recover any such assessment in a civil action against any person liable therefor.

(2) In the case of one or more liens for any unpaid assessment and any interest due thereon, as described in subdivision (1) of this subsection, upon any owner-occupied real estate, no such lien or liens may be enforced unless (A) the principal for all such liens upon such owner-occupied real estate exceeds four thousand dollars, or (B) such unpaid assessment and such interest due thereon have been delinquent for at least four years.

(c) (1) [Any] Except as provided in subdivision (2) of this subsection, any municipality, by resolution of its legislative body, may assign, for consideration, any and all liens filed by the tax collector to secure unpaid sewer assessments as provided under the provisions of this chapter. The consideration received by the municipality shall be negotiated between the municipality and the assignee. The assignee or assignees of such liens shall have and possess the same powers and rights at law or in equity as such municipality and municipality's tax collector would have had if the lien had not been assigned with regard to the precedence and priority of such lien, the accrual of interest and the fees and expenses of collection. The assignee shall have the same rights to enforce such liens as any private party holding a lien on real property, including, but not limited to, foreclosure and a suit on the debt. Costs and reasonable

attorneys' fees incurred by the assignee as a result of any foreclosure action or other legal proceeding brought pursuant to this section and directly related to the proceeding shall be taxed in any such proceeding against each person having title to any property subject to the proceedings. Such costs and fees may be collected by the assignee at any time after demand for payment has been made by the assignee.

- (2) In the case of one or more liens filed by the tax collector to secure unpaid sewer assessments, as described in subdivision (1) of this subsection, upon any owner-occupied real estate, no such lien or liens may be assigned unless (A) the principal for all such liens upon such owner-occupied real estate exceeds four thousand dollars, or (B) such unpaid sewer assessments have been delinquent for at least four years.
- Sec. 2. Section 7-258 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2021, and applicable to actions filed on or after October 1, 2021*):
- (a) (1) Any charge for connection with or for the use of a sewerage system, not paid within thirty days of the due date, shall thereupon be delinquent and shall bear interest from the due date at the rate and in the manner provided by the general statutes for delinquent property taxes. Each addition of interest shall be collectible as a part of such connection or use charge. Any such unpaid connection or use charge shall constitute a lien upon the real estate against which such charge was levied from the date it became delinquent. Each such lien may be continued, recorded and released in the manner provided by the general statutes for continuing, recording and releasing property tax liens. Each such lien shall take precedence over all other liens and encumbrances except taxes and may be foreclosed, except as provided in subdivision (2) of this subsection, in the same manner as a lien for property taxes. The municipality may by ordinance designate the tax collector or any other person as collector of sewerage system connection and use charges and such collector of sewerage system connection and use charges may collect such charges in accordance with the provisions of the general statutes for the collection of property taxes. The municipality may

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recover any such charges in a civil action against any person liable therefor. For the purpose of establishing or revising such connection or use charges and for the purpose of collecting such charges any municipality may enter into agreements with any water company or municipal water department furnishing water in such municipality for the purchase from such water company or municipal water department of information or services and such agreement may designate such water company or municipal water department as a billing or collecting agent of the collector of sewerage system connection and use charges in the municipality. Any water company or municipal water department may enter into and fulfill any such agreements and may utilize for the collection of such charges any of the methods utilized by it for the collection of its water charges.

(2) In the case of one or more liens for any unpaid connection or use charge, as described in subdivision (1) of this subsection, upon any owner-occupied real estate, no such lien or liens may be foreclosed unless (A) the principal for all such liens upon such owner-occupied real estate exceeds four thousand dollars, or (B) such unpaid connection or use charge has been delinquent for at least four years.

(b) (1) [Any] Except as provided in subdivision (2) of this subsection, any municipality, by resolution of its legislative body, may assign, for consideration, any and all liens filed by the tax collector or collector of sewerage system connection and use charges to secure unpaid sewerage connection and use charges as provided under the provisions of this chapter. The consideration received by the municipality shall be negotiated between the municipality and the assignee. The assignee or assignees of such liens shall have and possess the same powers and rights at law or in equity as such municipality and municipality's tax collector would have had if the lien had not been assigned with regard to the precedence and priority of such lien, the accrual of interest and the fees and expenses of collection. The assignee shall have the same rights to enforce such liens as any private party holding a lien on real property, including, but not limited to, foreclosure and a suit on the debt. Costs and reasonable attorneys' fees incurred by the assignee as a

result of any foreclosure action or other legal proceeding brought pursuant to this section and directly related to the proceeding shall be taxed in any such proceeding against each person having title to any property subject to the proceedings. Such costs and fees may be collected by the assignee at any time after demand for payment has been made by the assignee.

- (2) In the case of one or more liens filed by the tax collector or collector of sewerage system connection and use charges to secure unpaid sewerage connection and use charges, as described in subdivision (1) of this subsection, upon any owner-occupied real estate, no such lien or liens may be assigned unless (A) the principal for all such liens upon such owner-occupied real estate exceeds four thousand dollars, or (B) such unpaid sewerage connection and use charges have been delinquent for at least four years.
- Sec. 3. Section 22a-506 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2021, and applicable to actions filed on or after October 1, 2021*):
 - (a) An authority may (1) levy and collect benefit assessments upon the lands and buildings within its jurisdiction that, in its judgment, are especially benefited by a wastewater system; (2) establish, revise and collect rates, fees, charges, penalties and assessments for the use and benefits of a wastewater system; and (3) order the owner of any building which is accessible to a wastewater system to connect to such system, all in the manner provided in sections 7-249 to 7-257, inclusive, and sections 22a-416 to 22a-599, inclusive.
 - (b) (1) Any assessment of benefits, including any installment thereof, and any charge, fee, fine or other amount that is not paid within thirty days after the due date shall be delinquent, shall be subject to interest and shall constitute a lien upon the premises served and a charge upon the owner thereof all in the manner provided both by the provisions of the general statutes for delinquent property taxes and by section 7-258, as amended by this act. The rules and regulations of the authority may

145 provide for the discontinuance of water pollution control service for 146 nonpayment of taxes, special assessments, fees, rates, penalties or other 147 charges therefor imposed under sections 22a-500 to 22a-519, inclusive. Such lien shall take precedence over all other liens or encumbrances 148 149 except taxes and may be foreclosed against the lot or building served, 150 except as provided in subdivision (2) of this subsection, in the same 151 manner as a lien for taxes, provided all such liens shall continue until 152 such time as they shall be discharged or foreclosed by the authority 153 without the necessity of filing certificates of continuation, but in no 154 event for longer than ten years. The authority may institute a civil action 155 against such owner to recover the amount of any such fee or charge 156 which remains due and unpaid for thirty days along with interest 157 thereon at the same rate as unpaid taxes and with reasonable attorneys' 158 fees, except that no such civil action to recover such amount may be 159 instituted against the owner of an owner-occupied premises unless the 160 principal for such amount exceeds four thousand dollars.

- (2) In the case of one or more liens for any assessment of benefits and any charge, fee, fine or other amount that is not paid within thirty days after the due date, as described in subdivision (1) of this subsection, upon any owner-occupied premises served, no such lien or liens may be foreclosed unless (A) the principal for all such liens upon such owner-occupied premises served exceeds four thousand dollars, or (B) such assessment and charge, fee, fine or other amount have been delinquent for at least four years.
- Sec. 4. Section 49-920 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2021, and applicable to actions filed on or after October 1, 2021*):
 - (a) [Any] Except as provided in subsection (b) of this section, any regional sewer authority established under an act of the General Assembly, may assign, for consideration, any and all liens filed by such regional sewer authority to secure unpaid sewer assessments or connection or use charges of the authority. The consideration received by the authority shall be negotiated between the authority and the

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assignee. The assignee or assignees of such liens shall have and possess the same powers and rights at law or in equity as such authority would have had if the lien had not been assigned with regard to the precedence and priority of such lien, the accrual of interest and the fees and expenses of collection. The assignee shall have the same rights to enforce such liens as any private party holding a lien on real property, including, but not limited to, foreclosure and a suit on the debt. Costs and reasonable attorneys' fees incurred by the assignee as a result of any foreclosure action or other legal proceeding brought pursuant to this section and directly related to the proceeding shall be taxed in any such proceeding against each person having title to any property subject to the proceedings. Such costs and fees may be collected by the assignee at any time after demand for payment has been made by the assignee.

(b) In the case of one or more liens filed by a regional sewer authority to secure unpaid sewer assessments or connection or use charges of the authority, as described in subdivision (1) of this subsection, upon any owner-occupied real estate, no such lien or liens may be assigned unless (A) the principal for all such liens upon such owner-occupied real estate exceeds four thousand dollars, or (B) such unpaid sewer assessments or connection or use charges have been delinquent for at least four years."

This act shall take effect as follows and shall amend the following		
sections:		
Section 1	October 1, 2021, and	7-254
	applicable to actions filed	
	on or after October 1, 2021	
Sec. 2	October 1, 2021, and	7-258
	applicable to actions filed	
	on or after October 1, 2021	
Sec. 3	October 1, 2021, and	22a-506
	applicable to actions filed	
	on or after October 1, 2021	
Sec. 4	October 1, 2021, and	49-92o
	applicable to actions filed	
	on or after October 1, 2021	